

HR1346 LRB095 21549 AMC 51375 r

HOUSE RESOLUTION

WHEREAS, The Teachers' Retirement Insurance Program (TRIP)
was enacted in 1995 to provide medical coverage for teachers
during their retirement years following a financial crisis
brought on by changes in federal tax law that prevented the use
of Teacher Retirement System (TRS) Retirement Trust Fund moneys
for health insurance purposes; and

WHEREAS, Skyrocketing health insurance costs quickly eroded available funds for the program, prompting General Assembly legislative action in the 92nd General Assembly to create a temporary solution that included (1) a July 1, 2004 sunset date, (2) increase in State support, (3) increase in retiree premiums, (4) active teacher contributions, and (5) school district contributions; and

WHEREAS, In 2004 the associations representing the education community, as well as retired teachers and the Governor's Office, negotiated a 3-year health insurance benefits package for retired teachers; and

WHEREAS, The 2004 negotiated health care benefits package included a 3-year schedule of increases to (1) retiree premiums and (2) contributions from active teachers, school districts, and the State to sustain the program; and

- 1 WHEREAS, A component of the 2004 agreement was a State
- 2 continuing appropriation of \$13 million in Fiscal Years 2005,
- 3 2006, and 2007 to sustain benefit enhancements included in the
- 4 TRIP program in 1999 for retired teachers; and
- 5 WHEREAS, The \$13 million continuing appropriation helped
- 6 stabilize retiree premium increases and out-of-pocket expenses
- 7 and maintained basic health benefits; and
- 8 WHEREAS, The General Assembly authorized this three-year
- 9 negotiated agreement in Public Act 93-679; and
- 10 WHEREAS, The 2004 negotiated agreement ended at the end
- 11 Fiscal Year 2007, and the \$13 million was not included in the
- 12 Fiscal Year 2008 budget and is not proposed by the Governor for
- the Fiscal Year 2009 budget; and
- 14 WHEREAS, The Governor's Office and the Department of
- 15 Healthcare and Family Services recently released a new benefits
- package for retired teachers participating in the TRIP program;
- 17 and
- 18 WHEREAS, Unlike the 2004 negotiated agreement, the new
- 19 benefit package for retired teachers was not negotiated with
- 20 the associations representing the education community and

- 1 retired teachers and was announced to all parties by the
- 2 Governor's Office after the benefits package was finalized; and
- 3 WHEREAS, The new Fiscal Year 2009 TRIP benefit package,
- 4 which is effective on July 1, 2008 through June 30, 2009 and
- 5 administered by the Department of Central Management Services,
- 6 increases fees, deductibles, and co-payments for medical
- 7 services to make up for the loss of the \$13 million State
- 8 contribution; and
- 9 WHEREAS, The increased fees, deductibles, and co-payments
- 10 for basic medical services are a hardship on retired teachers
- 11 who are on fixed incomes and rely on and deserve basic health
- insurance benefits; therefore, be it
- 13 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE
- 14 NINETY-FIFTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that
- 15 teachers deserve affordable health care benefits upon
- 16 retirement; and be it further
- 17 RESOLVED, That the State of Illinois should negotiate
- 18 benefit packages in good faith with all stakeholders
- contributing to TRIP; and be it further
- 20 RESOLVED, That we urge the Governor to reconsider the
- 21 catastrophic increases to the fees, deductibles, and

- 1 co-payments for basic medical services provided in the Fiscal
- 2 Year 2009 TRIP benefit package; and be it further
- RESOLVED, That we urge that \$13 million be included in the
- 4 Fiscal Year 2009 budget to sustain basic, affordable health
- 5 benefits for teachers upon retirement and to prevent escalating
- 6 out-of-pocket costs for retirees; and be it further
- 7 RESOLVED, That a suitable copy of this resolution be
- 8 delivered to the Governor.